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June 29, 2007

Ref: 3553-21033

Honorable James H. Welsh Commissioner of Conservation Office of Conservation P. O. Box 94275 Baton Rouge, Louisiana 70804-4275

Re: Discorbis 2 Zone, Reservoir A

SOUTHWEST ESTHER FIELD, Vermilion Parish, Louisiana

Applicant: Mosbacher Energy Company

Dear Mr. Commissioner:

Application is hereby made on behalf of **Mosbacher Energy Company** for the calling of a public hearing, after ten days legal notice, to consider evidence relative to the issuance of an order pertaining to the following matters regarding the Disc 2 Zone, Reservoir A SUA, Southwest Esther Field, Vermilion Parish, Louisiana, for which rules and regulations were established and a drilling and production unit was created by the Office of Conservation Order No. 528-A-3, effective September 18, 2001.

- To permit applicant, Mosbacher Energy Company to designate and utilize the Mosbacher Energy Company-Louisiana Furs No. 5 Well as an additional alternate unit well for the DISC 2 RA SUA, such well to be at the location shown on the plat attached hereto and made a part hereof;
- 2. To make a specific finding that such proposed alternate unit well is necessary to effectively and efficiently drain a portion of the DISC 2 RA SUA which cannot be efficiently and economically drained by any other well within the unit.
- 3. To grant a single unit allowable for the DISC 2 RA SUA and to permit the operator of the unit to produce said unit allowables from the unit well, the alternate unit well, the proposed alternate unit well, or from any combination thereof, at its discretion;
- 4. To confirm Mosbacher Energy Co. as the operator of the DISC 2 RA SUA.

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- 5. To find that, except to the extent contrary in the order granted by the Commissioner of Conservation in connection with the hearing held on this application, the provisions of Office of Conservation No. 528-A-3, shall remain in full force and effect, and
- 6. To consider such other matters pertinent to this application as shown by the evidence presented at the hearing held on this matter.

The DISC 2 Zone, Reservoir A, Southwest Esther Field, Vermilion Parish, Louisiana was previously defined in Office of Conservation Order No. 528-A-3, effective September 18, 2001.

Attached hereto and made a part hereof is a plat outlining the DISC 2 RA SUA, showing the location of the alternate unit well together with a list of the names and addresses of all interested owners, interested parties and represented parties who are known to the applicant after reasonable search. A reasonable effort was made to ascertain the names and addresses of all such parties.

A copy of the list of the names and addresses of the interested owners, interested parties and represented parties is not being mailed to those parties along with this hearing application. Should any of these parties desire a copy of this list, however, we will be glad to provide one upon request.

Any pertinent data relating to this matter can be obtained at the cost of the requesting party, from Mr. Chip LeBlanc of LeBlanc Geological, Inc., 3500 North Causeway Blvd., Suite 405, Metairie, LA 70002 (504) 828-8700.

Finally, there is enclosed our check on behalf of the applicant in the amount of \$755.00, made payable to the Office of Conservation, which represents the required hearing application fee.

Very truly yours

BJD:ht Enclosures

cc: Mr. Richard D. Hudson
District Manager

Interested Parties, Interested Owners and Represented Parties on attached list

